

FISCAL UPDATE Article

Fiscal Services Division
June 2, 2017

PRESIDENT'S BUDGET: FFY 2018 GRANT FUNDING RECOMMENDATIONS FOR IOWA

Federal Grant Recommendations. The Office of Management and Budget released budget recommendations for federal fiscal year 2018 (FFY 2018). A previous <u>Fiscal Update Article</u> summarized significant federal discretionary and mandatory grant funding changes, as provided by the <u>Federal Funds Information for States</u>. This Fiscal Update Article summarizes lowa's proportional share of major grant funding, as proposed by the President, and how this funding level differs from FFY 2017.

Iowa Discretionary Grant Funding Changes

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			vs	Percent
	FFY 2017	FFY 2018	FFY 2017	Change
Department of Agriculture				
Women, Infants, and Children	\$ 42,067,000	\$ 40,726,000	-\$1,341,000	-3.2%
Department of Education				
Supporting Effective Instruction (Teacher Quality)	15,970,000	0	-15,970,000	-100.0%
Student Support and Academic Enrichment Grants	2,494,000	0	-2,494,000	-100.0%
Department of Health and Human Services				
Public Health Emergency Preparedness	6,714,000	5,605,000	-1,109,000	-16.5%
Head Start	64,361,000	61,558,000	-2,803,000	-4.4%
Community Services Block Grant	7,703,000	7,703,000	0	0.0%
Child Care and Development Block Grant	24,454,000	23,641,000	-813,000	-3.3%
Low-Income Home Energy Assistance	53,354,000	53,596,000	242,000	0.5%
Department of Housing and Urban Development (HUD)				
Community Development Block Grant (Entitlement and Non-Entitlement Funds)	11,533,458	0	-11,533,458	-100.0%
Department of Energy and Environmental Protection Agency				
DOE Weatherization Assistance Program	4,869,000	0	-4,869,000	-100.0%
Department of Justice				
State Criminal Alien Assistance Program	494,000	0	-494,000	-100.0%
Byrne Justice Assistance Grants	2,391,000	1,854,000	-537,000	-22.5%
Department of Homeland Security				
State Homeland Security Grant Program	3,735,000	3,167,000	-568,000	-15.2%
Department of Labor				
Dislocated Worker Assistance	4,004,000	2,414,000	-1,590,000	-39.7%
Adult Training	3,662,000	2,202,000	-1,460,000	-39.9%
Youth Training	5,118,000	3,069,000	-2,049,000	-40.0%
Unemployment Insurance State Administration	28,823,000	28,268,000	-555,000	-1.9%
Employment Service State Administration	6,089,000	3,771,000	-2,318,000	-38.1%
Department of Transportation				
Surface Transportation Block Grant	148,343,000	151,490,000	3,147,000	2.1%
National Highway Performance Program	296,877,000	302,530,000	5,653,000	1.9%
Total Discretionary Program Changes		-\$41,461,458		

Supporting Effective Instruction (Teacher Quality). This grant program receives an advance appropriation. The FFY 2017 total excludes \$65.0 million that was provided for a new competitive program, Supporting Effective Educator Development.

Adoption Assistance. There would be approximately \$230,000 available in unallocated funds for the Adoption Assistance Program as a result of cost-shifting due to the elimination of the Social Services Block Grant.

Iowa Mandatory Federal Grant Funding Changes

			FFY 2018	
			vs	Percent
	FFY 2017	FFY 2018	FFY 2017	Change
Department of Health and Human Services				
Social Services Block Grant	\$ 15,296,000	\$0	-\$15,296,000	-100.0%
Temporary Assistance to Needy Families (TANF)	130,560,000	118,091,000	-12,469,000	-9.6%
Child Support Enforcement Administrative Costs	38,780,000	39,811,000	1,031,000	2.7%
Promoting Safe and Stable Families (Title IV-B)	2,682,000	2,688,000	6,000	0.2%
Foster Care (Title IV-E)	19,801,000	20,674,000	873,000	4.4%
Adoption Assistance	37,698,000	40,662,000	2,964,000	7.9%
Child Care Entitlement	24,971,000	24,971,000	0	0.0%
Children's Health Insurance Program (CHIP) State Allotments	145,720,000	98,041,000	-47,679,000	-32.7%
Medicaid Vendor Payments	3,067,459	3,290,927	223,468	7.3%
Medicaid Administration	134,388,000	126,012,000	-8,376,000	-6.2%
Vocational Rehabilitation State Grants	31,444	32,734	1,290	4.1%
Total Mandatory Program Changes			-\$78,721,242	

Children's Health Insurance Program (CHIP). The FFY 2018 budget proposes extending CHIP funding through FFY 2018 and FFY 2019 and eliminating the federal Affordable Care Act's 23.0% increase in the enhanced matching rate and the maintenance of effort requirement.

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